

**TENNESSEE GENERAL ASSEMBLY
FISCAL REVIEW COMMITTEE**



FISCAL NOTE

HB 72 – SB 2081

February 22, 2011

SUMMARY OF BILL: Adds “adult cabaret” to the list of establishments defined as “adult-oriented establishments” and defines “entertainer.” Requires any enactment by a political subdivision regulating adult-oriented establishments to include certain enumerated requirements for issuing adult entertainer permits. Raises the minimum age of an applicant seeking a permit from an adult-oriented establishment board from 18 to 21 years of age.

ESTIMATED FISCAL IMPACT:

Decrease Local Revenue – \$5,500

Assumptions:

- Davidson County is the only county that currently licenses these entertainers. Any decrease in revenue will be limited to Davidson County.
- According to the Davidson County Sexually Oriented Business Licensing Board, there are currently 410 entertainers licensed in Davidson County.
- Davidson County currently licenses approximately 52 entertainers between the ages of 18 and 21 who will lose their license due to the minimum age requirement. Of those 52 entertainers, approximately 11 percent (6 entertainers) will be subject to the late penalty fee.
- Current licensure fees are \$50 (new applicant), \$100 (renewal), and \$150 (late renewal).
- The estimated reduction in revenue will be \$5,500 [(46 x \$100) + (6 x \$150)].
- Current law authorizes county governments to establish boards to regulate adult-oriented businesses through permit programs. Passage of this bill will not result in additional permit programs.

CERTIFICATION:

The information contained herein is true and correct to the best of my knowledge.

A handwritten signature in blue ink, reading "James W. White".

James W. White, Executive Director

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